

# New Mexico State Income Tax Information

|                                          |                                                                                                                    |
|------------------------------------------|--------------------------------------------------------------------------------------------------------------------|
| <b>State Abbreviation:</b>               | NM                                                                                                                 |
| <b>State Tax Withholding State Code:</b> | 35                                                                                                                 |
| <b>Acceptable Exemption Form:</b>        | None                                                                                                               |
| <b>Basis For Withholding:</b>            | Federal Exemptions                                                                                                 |
| <b>Acceptable Exemption Data:</b>        | None                                                                                                               |
| <b>TSP Deferred:</b>                     | Yes                                                                                                                |
| <b>Special Coding:</b>                   | None                                                                                                               |
| <b>Additional Information:</b>           | A state tax certificate is not required since Federal exemptions are used in the computation of the state formula. |

## Withholding Formula ►(Effective Pay Period 5, 2008)◄

1. Subtract the nontaxable biweekly Thrift Savings Plan contribution from the gross biweekly wages.
2. Subtract the nontaxable biweekly Federal Health Benefits Plan payment (s) (includes dental and vision insurance program, and flexible spending account – health care and dependent care deductions) from the amount computed in step 1.
3. Add the taxable biweekly fringe benefits (taxable life insurance, etc.) to the amount computed in step 2 to obtain the adjusted gross biweekly wages.
4. Multiply the adjusted gross biweekly wages times ►27◄ to obtain the gross annual wages.
5. Determine the exemption allowance by applying the following guideline and subtract this amount from the gross annual wages to compute the taxable income.  

$$\text{Exemption Allowance} = \$3,450 \times \text{Number of Exemptions}$$
6. Apply the taxable income computed in step 5 to the following table to determine the annual New Mexico tax withholding.

### Tax Withholding Table Single or Head of Household

| If the Amount of Taxable Income Is: |               | The Amount of New Mexico Tax Withholding Should Be: |      |        |                 |
|-------------------------------------|---------------|-----------------------------------------------------|------|--------|-----------------|
| Over:                               | But Not Over: |                                                     |      |        | Of Excess Over: |
| \$ 0                                | \$ 1,900      | \$ 0                                                | plus | 0.0%   | \$ 0            |
| 1,900                               | 7,400         | 0                                                   | plus | 1.7%   | 1,900           |
| 7,400                               | 12,900        | 93.50                                               | plus | 3.2%   | 7,400           |
| 12,900                              | 17,900        | 269.50                                              | plus | 4.7%   | 12,900          |
| 17,900                              | and over      | 504.50                                              | plus | ►4.9%◄ | 17,900          |

**Married**

**If the Amount of  
Taxable Income Is:**

**The Amount of New Mexico Tax  
Withholding Should Be:**

| <b>Over:</b> | <b>But Not<br/>Over:</b> |         |      |        | <b>Of Excess<br/>Over:</b> |
|--------------|--------------------------|---------|------|--------|----------------------------|
| \$ 0         | \$ 7,250                 | \$ 0.00 | plus | 0%     | \$ 0                       |
| 7,250        | 15,250                   | 0.00    | plus | 1.7%   | 7,250                      |
| 15,250       | 23,250                   | 136.00  | plus | 3.2%   | 15,250                     |
| 23,250       | 31,250                   | 392.00  | plus | 4.7%   | 23,250                     |
| 31,250       | and over                 | 768.00  | plus | ▶4.9%◀ | 31,250                     |

7. Divide the annual New Mexico tax withholding by ▶27◀ to obtain the biweekly New Mexico tax withholding.